# TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



## FISCAL NOTE

### **HB 342**

February 6, 2009

**SUMMARY OF BILL:** Creates new Class C misdemeanor for operating bicycles on River Road in Davidson County between Charlotte Pike and the Cheatham County line. Authorizes the Department of Transportation (TDOT) to erect necessary signage. Authorizes a person or non-state entity to provide payment to TDOT for the cost of manufacturing and installation of signage.

#### **ESTIMATED FISCAL IMPACT:**

Increase State Revenue - \$200/Recurring
Increase State Expenditures - \$400/One-Time/Highway Fund

Increase Local Revenue - Not Significant

Other Fiscal Impact – A person or non-state entity is authorized to reimburse TDOT for the cost of manufacturing and the installation of necessary signage. If this occurs, there would be a subsequent one-time increase to state revenue of \$400 to the Highway Fund.

## Assumptions:

- According to the Department of Safety (DOS), approximately 20 individuals will be convicted of this offense per year.
- DOS estimates the fine for this misdemeanor offense to be \$15.
- Twenty percent will not pay fine due to indigence.
- The increase of fine revenue is estimated to be \$240 per year (20 x \$15 x 80% = \$240).
- Local governments receive five percent of fine revenue as commission.
- The increase to local government revenue is estimated to be not significant.
- The net increase to state revenue is estimated to be \$200 per year.
- According to TDOT, the one-time cost to erect the required signage would be approximately \$400.

## **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director

/rnc